BEFORE THE FEDERAL COMMUNICATIONS COMMISSION WASHINGTON, D.C. 20554

In the Matter of)	
)	
Application by SBC Communications Inc.,)	
Nevada Bell Telephone Company, and) WC Docket No. 03-10	
southwestern Bell Communications Services, Inc. for Provision of In-Region, InterLATA)	
Services in Nevada)	

REPLY AFFIDAVIT OF J. GARY SMITH

REGARDING THE STATUS OF LOCAL EXCHANGE COMPETITION

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SCHEDULE OF ATTACHMENTS

Attachment A	WorldCom July 29,2002 Press Release from Webpage.
Attachment B	Leap Wireless Dec. 11,2002 Press Release from Webpage.
Attachment C	PUCN Instructions and Form for Telecom Relay Surcharge
Attachment D	Cricket 3rd and 4th Quarter 2002 Telecom Relay Surcharge filings
Attachment E	Analysis of ATG Facilities-Based Residential White Page Listings

I, J. GARY SMITH, being of lawful age and duly sworn upon my oath, do hereby depose and state as follows:

INTRODUCTION

1. My name is J. Gary Smith. I am the same J. Gary Smith that previously filed an Affidavit Regarding the Status of Local Exchange Competition in this docket on January 14,2003, in support of Nevada Bell's Application.' This affidavit replies to the Comments filed in this proceeding by WorldCom, Inc. – the only party to assert that Nevada Bell has failed to demonstrate compliance with Track A under 47 U.S.C. § 271(c)(1)(A).²

BUSINESS MARKET ENTRY

2. It is first worth noting what is not in dispute. No party – including WorldCom – has challenged Nevada Bell's showing with respect to local competition in the business market. Indeed, as my opening affidavit demonstrated, CLECs have captured over 20% of that lucrative market – with a substantial majority of the lines served by facilities-based providers.

RESIDENTIAL MARKET ENTRY

3. WorldCom is the only party to challenge Nevada Bell's Track **A** showing with respect to local competition in the residential market. Although I will address Worldcom's comments in detail below, it is essential that this Commission not lose site of the bigger picture in

See Affidavit of J. Gary **Smith** attached to <u>Application by SBC Communications Inc.</u>. Nevada Bell Telephone Company, and Southwestern Bell Communications Services. Inc. for Provision of In-Region, InterLATA Services in Nevada, WC Docket No. **03-10** (FCC filed Jan. **14,2003**) (App. A, Tab 19).

See Comments Of WorldCom, Inc. **On** The Application By SBC For Authorization To Provide In-Region, InterLATA Services In Nevada at 1-7, Application by SBC Communications Inc., Nevada Bell Telephone Company, and Southwestern Bell Communications Services, Inc. for Provision of In-Region InterLATA Services in Nevada, WC Docket No. **03-10** (FCC filed Feb. **4,2003**) ("WorldCom Comments").

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considering these comments. **As** I candidly stated in my opening affidavit, competition for residential customers in Nevada Bell's local service territory has not yet developed to the same extent as competition for business customers. But that does not change the fact that where carriers have chosen to compete in the residential market **– through UNE-P**, resale and broadband PCS – they have been able to do **so**.³

UNE-P

WorldCom first challenges Nevada Bell's reliance on my opening affidavit, which established that as of November **2002**, Nevada Bell was providing **28** UNE-P access lines for residential service. WorldCom summarily argues that those lines do not reflect a "commercial alternative." WorldCom goes on to argue that it has contacted ****

***, the carrier at issue, and further argues that the carrier is not offering local service. I will address these arguments in reverse order.

5. First, notwithstanding its unsupported assertion regarding its "contact" with the carrier at issue, WorldCom is simply wrong if it is suggesting that these UNE-P lines do not exist.⁵

⁻

As an initial matter, I note that WorldCom generically criticizes Nevada Bell for treating as confidential the identity of the carrier providing residential service via UNE-P as well as the carrier providing resold residential service in addition to facilities-based business service. This criticism is ridiculous. WorldCom well-bows that Nevada Bell has kept the identity of the carriers confidential solely to avoid public disclosure of those carriers' line counts. This data isn't treated as confidential for Nevada Bell's benefit — it is treated as confidential for the protection of the CLECs. Had the information not been treated confidentially, Nevada Bell may have been accused of improperly disclosing specific carrier information — indeed WorldCom would likely have been the first party to complain. In any event, the information was obviously made available under the protective order and WorldCom clearly took advantage of access to the information.

WorldCom Comments at 2. I note that as of January 2003, the number of UNE-P lines has decreased to 24.

WorldCom's rhetoric is particularly vile when it appears to claim that evidence I presented in my opening affidavit regarding UNE-P and resold residential service is "untrue." See id. at 7 & n.13. It is WorldCom, however, that should check its facts. As for WorldCom's reference to "misstatements in its state case," these appear to relate to several residential facilities-based numbers CLECs had entered into the E911 database. These lines were initially presented by Nevada Bell as facilities-based residential lines in the state proceeding. During the proceeding, however, the CLECs claimed that the lines were in fact business listings that the CLECs had erroneously entered into the residential database. Accordingly, because Nevada Bell had no way to verify or dispute that, Nevada Bell dropped reliance upon those listings. Notably, two of those lines still remain in the residential E911 database – the CLEC still has not bothered to correct them.

These are actual UNE-P lines that Nevada Bell is provisioning and that *** is utilizing to provide local residential service. WorldCom presents **no** evidence to the contrary. Instead, WorldCom seems to be focusing on whether the carrier at issue is "offering" or "marketing" its local service in Nevada. But again, Nevada Bell has no control over CLECs' current business and marketing plans. Whatever those plans may be, this Commission has previously made clear that qualification for Track **A** is not dependent on whether a competing provider is soliciting or accepting new **customers**. 6

alternative," I simply disagree. Although I recognize that the Commission has interpreted the statute to require a showing that CLECs are serving more than a *de minimis* number of residential customers, the Commission has consistently dismissed the notion that Track A compliance requires any particular showing of market share. Whether the UNE-P lines at issue are more than *de minimis* is obviously subjective under any circumstances — and that is particularly so given Nevada Bell's small market. Nevertheless, I continue to believe that these lines represent more than a *de minimis* number of customers and demonstrate that CLECs can serve residential customers utilizing UNE-P where they choose to do so.

⁻

See Memorandum Opinion and Order, Joint Application by SBC Communications Inc., Southwestern Bell Telephone Company, and Southwestern Bell Communications Services. Inc. d/b/a Southwestern Bell Long Distance Pursuant to Section 271 of the Telecommunications Act of 1996. to Provide In-Region, interLATA Services in Arkansas and Missouri, 16 FCC Rcd 20719, ¶ 119 (2001) (rejecting arguments that a competing provider must necessarily be accepting new customers in order to qualify for Track A).

WorldCom Comments at **2.**

See, e.g., Memorandum Opinion and Order, <u>Application by Verizon New England Inc.</u>. Bell Atlantic Communications. Inc. (d/b/a Verizon Long Distance). NYNEX Lone Distance Company (d/b/a Verizon Enterprise Solutions). Verizon Global Networks Inc., and Verizon Select Services Inc., for Authorization to Provide In-Region InterLATA Services in Vermont, 17 FCC Rcd 7625, ¶10 (2002).

RESOLD LINES

- 8. Moreover, there is significant evidence that this carrier is also providing *facilities-based* residential service which WorldCom appears to concede." As noted in Attachment D to my opening Affidavit, *** *** has entered approximately **40** facilities-based residential lines in the white page database but has entered these as business listings in the E911 database. In light of WorldCom's criticisms, and through further investigation, Nevada Bell has confirmed that *** *** clearly appears to be providing residential service to at least 20 of these customers. Indeed, Nevada Bell's investigation demonstrates that these

WorldCom Comments at 2.

¹⁰ <u>Id.</u> at 3.

Id. at 3 n.5 (noting that the CLEC explains to inquirers that it is willing to sell its business service "to anyone willing to buy them" and this somehow explains the appearance of some residential listings in the white pages).

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customers have disconnected previously existing Nevada Bell residential service at the addresses in question – all of which are *residential homes* located in *residential neighborhoods*. Thus, no matter how the carrier may designate these lines in the E911 database, it appears that, in fact, these lines are being used to provide service to residential customers.

9. Finally, WorldCom says that Nevada Bell stretches the law by arguing that pure resellers may satisfy a BOC's Track A obligation and further that "the modest number of lines sold by pure resellers does not show the existence of an actual competitive alternative." Again, this is largely a legal issue that will be addressed in the Brief. However, I note that WorldCom does not challenge Nevada Bell's evidence that there are over 1,300 resold residential lines in Nevada Bell's local service territory – more than a *de minimis* number under any conceivable standard. I also disagree with WorldCom's assertion that Nevada Bell has stretched the law on this issue. Indeed, I believe the Commission was clear on this issue when it previously wrote:

We note, however, that reading the statutory language to require that there must be facilities-based service to both classes of subscribers to meet Track A could produce anomalous results, and there appear to be overridingpolicy considerations that lead to a contrary construction of the statutory language. In particular, if all other requirements of section 271 have been satisfied, it does not appear to be consistent with congressional intent to exclude a BOC from the in-

¹² & Attachment E.

WorldCom Comments at 3-4.

region, interLATA market solely because the competitor's service to residential customers is wholly through resale. 14

BROADBAND PCS

- 10. WorldCom next takes issue with Nevada Bell's evidence regarding broadband PCS competition. Ironically, although WorldCom admits that the "Commission has held that BOC applicants may rely on the presence of a PCS provider to satisfy Track A," WorldCom nevertheless chooses to ignore this reality by arguing at length regarding alleged "technical limitations" inherent with broadband PCS. WorldCom's argument, at bottom, is that broadband PCS shouldn't qualify for Track A notwithstanding the Commission's unambiguous precedent to the contrary." It seems to me that WorldCom would do well to heed its own statement that "it is late in the 271 process to be seeking new standards."
- 11. Presumably recognizing the futility of its argument that broadband PCS can't satisfy Track

 A, WorldCom offers a brief challenge to Nevada Bell's evidence regarding Leap/Cricket.¹⁹

 The primary thrust of this challenge is that Nevada Bell's reliance upon "press releases and

17 See Second Louisiana Order ¶ 25.

Memorandum Opinion and Order, Application of BellSouth Corp, et al.. for Provision of In-Region. InterLATA Services in Louisiana, 13 FCC Rcd 20,599, ¶ 48 (1998) ("Second Louisiana Order") (emphasis added). See also Memorandum Opinion and Order, Application by SBC Communications Inc.. Southwestern Bell Telephone Company, and Southwestern Bell Communications Services. Inc. d/b/a Southwestern Bell Long Distance for Provision of In-Region interLATA Services in Kansas and Oklahama, 16 FCC Rcd 6237, ¶ 43 n.lO1 (2001) ("Based on the totality of circumstances presented by this application, and based on our conclusions regarding checklist compliance, we likely would not have denied this application on 'Track A' grounds, and would have relied on the existence of competitor's service to residential customers through resale.") (emphasis added).

WorldCom Comments at **5**. (citing the Second Louisiana Order).

¹⁶ Id. at 6.

WorldCom Comments at 4.

As noted in paragraph 15 of my opening affidavit, Cricket Communications, Inc. is a subsidiary of Leap Wireless International, Inc., and operates in the Reno, Sparks and Carson City markets in Nevada, an area that falls almost entirely – if not entirely – within Nevada Bell's local service territory. In this affidavit, I will refer to the competitor as Leap/Cricket.

other advocacy materials of Cricket and its parent" is somehow misplaced. Of course,
WorldCom's muted complaint begs the question: If the Commission should not rely upon the
statements of Nevada Bell's competitors, then what should it rely upon? Moreover,
WorldCom does not attempt to call into question the veracity of Leap/Cricket's statements.
Accordingly, the evidence Nevada Bell has provided in regard to Leap/Cricket stands
entirely unrebutted.²⁰

- 12. Argue as it might, WorldCom has not presented a shred of evidence to rebut Nevada Bell's reliance upon Leap/Cricket's broadband PCS service. WorldCom's argument instead appears to be that Nevada Bell somehow hasn't shown enough. WorldCom is mistaken. The Second Louisiana Order did not establish any litmus test for competitive evidence based on broadband PCS providers. As set forth in paragraph 14 of my opening affidavit, in that order the Commission merely provided guidance on evidence a BOC "could include" on this issue.
- 13. In any event, my opening affidavit provided *each* type of evidence the Commission identified as probative in the <u>Second Louisiana Order</u>. My affidavit provided specific "[e]vidence of marketing efforts" by Leap/Cricket which are "designed to induce" replacement of landline phones. Noting that the Commission believed "[t]he most persuasive evidence concerning competition between PCS and wireline local telephone service is evidence that customers are actually subscribing to PCS in lieu of wireline service at a particular price," paragraphs 15-

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our day-to-day operations and does not change our strategic focus." & Attachment B. Moreover, information Leap has tiled with the Public Utilities Commission of Nevada ("PUCN") for the third and fourth quarters of 2002 demonstrates that it continues to increase its subscriber base in Nevada. See ¶ 15 & n.23 below.

Maybe the most astounding argument presented by WorldCom is that the Commission should somehow discount evidence regarding Leapicricket because its future is "somewhat uncertain" – based upon its recent delisting from NASDAQ. See WorldCom Comments at 6. I find it more than passing ironic that WorldCom, who has filed for bankruptcy protection and who itself was delisted from NASDAQ in July 2002, is now complaining about the viability of Leap/Cricket based upon its NASDAQ delisting. See Attachment A. In any event, whatever Leap/Cricket's future may be, it is certainly a competitor in the current market. Indeed, the very press release WorldCom relies upon quotes Leap's Chairman as confirming the decision "will not affect

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21 of my opening affidavit describe in detail Leap/Cricket's success in this regard. And although WorldCom criticizes the use of Leap/Cricket's own public statement, I continue to believe the use of Leap/Cricket's public statements should be viewed as exceptionally probative evidence. Leap/Cricket is the party that says it is a "landline replacement." See opening affidavit ¶¶ 15-16. Leap/Cricket is the party that advertises in Reno by asking, "is it a home phone or a mobile phone?" See opening affidavit ¶ 17. And Leap/Cricket is the party who commissioned a study that found that "more than 26% of its Cricket customers say they do not have a traditional phone at home." See opening affidavit ¶ 18.21

- 14. The fact is, it is difficult to understand why WorldCom believes Leap/Cricket's own public statements should be viewed as suspect. Indeed, Nevada Bell's reliance on Leap/Cricket should come as no surprise given that Leap/Cricket has been identified by this Commission as its prime example for wireline replacement competition in each of the Commission's two most recent reports on the CMRS industry.²²
- 15. Moreover, the calculations I presented in my opening affidavit regarding Leap/Cricket were extremely conservative. I initially estimated that Leap Cricket served approximately 9,100 residential customer's in Nevada Bell's serving area (based upon the approximate number of Nevada Bell residential access lines in Reno, Sparks and Carson City 151,800 multiplied by Leap/Cricket's publicly-stated market coverage after first year of service 6%). I have

According to Leap/Cricket, the study by an independent research **first**has a margin of error of plus or **minus** 1.1 percent. & opening affidavit, Att. E. Accordingly, it is apparent that the study followed statistical sampling methods.

See Sixth Report, Implementation of Section 6002(b) of the Omnibus Budget Reconciliation Act of 1993;
Annual Report and Analysis of Competitive Market Conditions with Respect to Commercial Mobile Services,
16 FCC Rcd 13350,13382 (2001) (citing Leap/Cricket as primary example of wireless alternative to traditional wireline service); Seventh Report, Imulementation of Section 6002(b) of the Omnibus Budget Reconciliation
Act of 1993. Annual Reuort and Analysis of Competitive Market Conditions with Resuect to Commercial
Mobile Services, 17 FCC Rcd 12985,13018 (2002) (same).

since learned, however, that this number was likely understated by over 6,000 lines.²³ Thus, applying Leap/Cricket's own market study to Leap/Cricket's own Nevada line counts, my estimates of wireline replacement are shown to have been very conservative. Indeed, even assuming Leap/Cricket's wireline replacement in the Nevada market were only a small fraction of the 26% indicated by its study, it would not alter the indisputable conclusion reached in my opening affidavit – that Leap/Cricket's broadband PCS service is directly competing with Nevada Bell in the residential telephone service market in Nevada Bell's service territory and that Leap/Cricket is serving more than a *de minimis* number of residential customers as a complete substitute for wireline service.²⁴

16. That conclusion is supported by the Affidavit of Keith Frederick filed concurrently with my reply affidavit. Mr. Frederick's affidavit describes **a** survey -- commissioned by Nevada Bell and conducted by the polling **film** FrederickPolls - which provides further evidence of Leap/Cricket's competitive presence in the residential market in Nevada. The

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It is my understanding that, pursuant to Nevada Revised Statute 703.360 and Nevada Administrative Code 707.020, all Nevada telephone companies are required to collect from their customers a surcharge to fund the dual-relay system (which is available to individuals who are deaf or have severely impaired speech or hearing) and to remit those funds to the state. Telephone companies must file quarterly reports with the **PUCN** identifying the number of lines in service during the quarter. The **PUCN** instructions for completing the "Surcharge for Assistance to Persons with Impaired Speech or Hearing Report Form" appear on its Internet site at: http://puc.state.nv.us/admin/tdd/tdd.htmand are attached to this Affidavit as Attachment C. Because the report covers three months and the surcharge is applied as a monthly fee (of \$.08/line), the total number of lines reported equals the number of lines in service in each of the three months cumulatively. Thus, to determine the average number of lines in service during the quarter, you must divide the total number of lines reported by three. The reports filed by Cricket for the third and fourth quarters of 2002 are attached to this Affidavitas Attachment D. The third quarter report reflects a total of 38,325 lines, which indicates an average of 12,775 lines during the quarter. The fourth quarter report was not completed using the **PUCN** form and the dollar amounts reflected on its form appear to reference lines, not dollars, because tax is applied on per line basis (i.e., \$.08 per line per month), not on revenue. That report reflects a total of 46,038 lines, which indicates an average of 15,346 lines during the quarter.

Again, discounting completely Leap/Cricket's own independent study showing that 26% of its customers do not have a traditional phone at home – and there is absolutely no reason to discount that evidence as no party has presented any evidence to rebut it – it is beyond reason to assume that not even 1% of Leap/Cricket's customers (which would be over 150) have not replaced their wireline residential service. Leap/Cricket's marketing strategy alone – along with just a dash of common sense – compels such a conclusion. And in my opinion, even 150 such customers would demonstrate that Leap/Cricket is providing competing service to more than a de minimis number of customers.

survey demonstrates that, using an extremely conservative definition of "replacement" – based upon Leap/Cricket customers who chose to disconnect their residential wireline telephone service based on their decision to subscribe to Leap/Cricket service – more than 2,800 subscribers in the Reno, Sparks and Carson City market are using Leap/Crickets' broadband PCS service to replace Nevada Bell's residential wireline service. In light of this further support for my previous conclusion, there can simply be no question but that Leap/Cricket's broadband PCS service meets the very standard to which WorldCom points: The service is being used "to replace wireline service" – and not as simply a supplement. 26

CONCLUSION

17. WorldCom's arguments do absolutely nothing to call into question the evidence presented in my opening affidavit. The unrebutted facts are that CLECs have ordered and are providing more than a de *minimis* number of facilities-based and resold residential lines to their customers. Moreover, the evidence is unrebutted that Leap/Cricket is providing broadband PCS service to more than a de *minimis* number of customers who have replaced their wireline residential service. In short, as I previously concluded, the local market in Nevada Bell's local service territory is open to competition and competitors are competing in the market. Accordingly, Nevada Bell has met its obligations under Section 271(c)(1)(A).

18. This concludes my affidavit.

Leap/Cricket's 2,800 subscribers alone would represent approximately a 1.2% share of the residential market in Nevada Bell's serving area. When added to competitors' residential resold and UNE-P lines, the total lines served by competitors would be approximately 4,100, representing approximately a 1.7% share of the residential market in Nevada Bell's serving area.

WorldCom Comments at 5.

STATE OF TEXAS))
COUNTY OF DALLAS)

I declare under penalty of perjury that the foregoing is true and correct

J. Gary Smith

Subscribed and swam to before me this // day of Let, 2003

Notary Public

LAURA MUNOS MY COMMISSION EXPIRES July 26, 2005

WorldCom: About WorldCom: Press Releases

Attachment A

http://www.worldcom.com/global/about/news/news2.xml?newsid=28&mode=long&lang=en&width=530&root=/global/about/&langlinks=off



WorldCom, Inc. Announces Delisting by **Nasdaq** of its Securities

CLINTON, Miss., July 29, 2002 - WorldCom, Inc. (WCOEQ, MCWEQ) today announced that a Nasdaq Listing Qualifications Panel had issued a written decision that, based on WorldCom's recent bankruptcy filing and the pending restatement of its financial statements for 2001 and the first quarter of 2002, WorldCom's WorldCom Gmup Common Stock, MCI Group Common smck and 8% Cumulative Quarterly Income Preferred Securities, Series A would be delisted from the Nasdaq Stock Market effective as of the opening of trading on July 30, 2002. WorldCom expects that its securities will trade on the Pink Sheets under the symbols WCOEQ. MCWEQ and MCPEQ following the delisting by Nasdaq.

About WorldCom, Inc.

WorldCom, Inc. (WCOEQ, MCWEQ) is a pre-eminent global communications provider for the digital generation, operating in more than 65 countries. With one or the mort expansive, wholly owned IP networks in the world, WorldCom provides innovative data and internet services for businesses to communicate in today's market. In April 2002, WorldCom launched The Neighborhood built by MCI - the industry's first truly any-distance, all-inclusive local and long-distance offering to Consumers for one fixed monthly price. For more information, go to http://www.worldcom.com.

<u>Click here</u> for frequently asked questions concerning the status of the WorldCom securities.

- 29 July, 2002

PR Contact:

Name: Scott Hamilton Role: WorldCom Investors Tel: 877-624-9266 Email: investor@wcom.com

PR Contact:

Name: News Bureau Role: Media Relations Tel: 800-644-NEWS J.G. Smith Reply Affidavit – Attachment B

Leap Press Release Attachment B



Leap Receives Decision From NASDAQ Listing Qualifications Panel To Delist its Common Stock

- Common Stock Anticipated to Move to the OTC Bulletin Board -

SAN DIEGO - Dec. 11, 2002 - Leap Wireless International, Inc. (NASDAQ: LWIN), an innovator of wireless communications services, today announced that it has been informed the NASDAQ Listing Qualifications Panel has denied the Company's request for continue listing on the NASDAQ National Market and that the Leap's common stock will be delisted effective upon the open of business day, December 11, 2002. The Panel affirmed the previously announced NASDAQ Staff Determination Notice but expressly decided not to cite the previously announced public interest concerns as a basis for its determination.

"This decision will not affect our day-to-day operations and does not change our strategic focus," said Harvey P. White, Leap's Chairman and CEO. "While we are obviously disappointed with the Panel's decision, we expect to move forward with our plans to restructure the outstanding indebtedness of both Leap and Cricket in order to create a stronger company better positioned for the future."

Leap's common **stock** may be **eligible to trade on** the OTC Bulletin Board (OTCBB), and the Company expects that it will be traded **on** the OTCBB or other quotation service.

About Lean

Leap. headquartered in San Diego, Calif., is a customer-focused company providing innovative communications services for the mass market. Leap pioneered a wireless service that lets customers make all their local calls from within their local calling area and receive calls from anywhere for one low, flat rate. Leap has begun offering new services designed to further transform wireless communications for consumers. For more information, please visit www.leapwireless.com.

###

Leap Wireless International Contacts:

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Jim Seines, InvestorRelations 1-858-882-6084 (ph) 1-619-882-6030 (fax) jseines@leapwireless.com

Bock **Communications, Inc.**Jessica Levy, Media Relations
1-714-540-1030 (ph) 1-714-540-1060 (fax) jlevy@bockpr.com

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Printable Version

J.G. Smith Reply Affidavit – Attachment C

KENNY C. GUINN Governor

STATE OF NEVADA PUBLIC UTILITIES COMMISSION **OF** NEVADA

1150 East William Street
Carson City, Nevada 89701-3109
Policy (775) 687-6007 Fax (775) 687-6110
Staff (775) 687-6001 Fax (775) 687-6120

http:lipuc.sIaie.nv.us

RURAL NEVADA 557 W. Silver Street, No. 205B Elko, Nevada 89801 (775) 738-4914 Fax (775) 778-6928



SOUTHERN NEVADA OFFICE 101 Convention Center Dr., Suite 250 Laz Vegas, Nevada 89109 (702) 486-2600 Far (702)486-7206

May 29,2002

RE: 2002 - 2003 Surcharge for Assistance to Persons with Impaired Speech or Hearing

Dear Public Utility:

Pursuant to Nevada Revised Statute 707.360 and Nevada Administrative Code 707.020, please complete the enclosed report form, have it notarized and return it to the Commission quarterly with your remittance. Quarterly reporting was mandated by the Commission in Docket No. 90-549 (Order issued 11/29/90). Reporting dates and due dates are listed on the report form.

The surcharge rate for fiscal year 2002-2003 is \$0.08 per month on each access line of each customer to the local exchange of any telephone company providing such lines in this state.

Please send your report form and remittance to:

Public Utilities Commission of Nevada Attn: Fiscal Services 1150 E. William Street Carson City NV 89701-3109

Should you have any questions regarding these requirements, please contact Phyllis Carpenter, Accountant, at 775/687-6099. Thank you.

Sincerely,

Crystal Jackson Commission Secretary

> CONSUMER DIVISION Las Vegas-(702) 4862600

Carson City/Reno--(775) 687-6000

Other Areas-800-992-0900, Ext. 687-6000

PUBLIC UTILITIES COMMISSION **OF** NEVADA

Surchargefor Assistance to Persons with Impaired Speech or Hearing Report Form

Notary Public			
Subscribed to and sworn before me t	nis day of	;200:	
Name and titlefaffiliation (print or ty	_	Signature	
Name and titlefaffiliation of non-con			
Name and Title (print or type)		Signature	
Name and title of company official re	esponsible for preparation of the	his report:	
April 1, 2003 – June 30.2003	July 31.2003		
January 1,2003 – March 31,2003	April 30,2003		
October 1,2082–December 31,200	2 January 31, 2003		
July I, 2002 – September 30.2002	October 31, 2002		
Reporting Period	Remittance Due Date		
ATTN: F 1150E. W	lities Commission of Nevada iscal Services Villiam Street ty NV 89701-3109		
Total Remittance		\$	
Plus Interest Income (pursuant lo NA	AC 707.040)	\$	
Number of Lines	multiplied by \$0.08 (Rate per	Line) = \$	
Report for the Quarter Ending:		_	
- · ·			_
Preparer Name: Preparer Company: Address:			_
Telephone:			
Company Address:			

J.G. Smith Reply Affidavit –Attachment D

PUBLIC UTILITIES COMMISSION OF NEVADA

Surcharge for Assistance to Persons with Impaired Speech or Hearing Report Form

Company Name:	Cricket C	ommunications. Inc.		5 :11:43
Company Address:	10307 Pac	cific Center Court		
Геlephone:	San Diego, CA 92121 e: (858) 882-6186			- CKT
Preparer Name:	Tony Sc	hilens		
Preparer Company:		Johnmunications. Inc		_
Address:	10307 Pa	acific Center Court		_
Telephone:	(858) 88	go, CA 92121 12-6186		
Report for the Quarter E	nding:	September 30, 2002	2	_
Number of Lines	38,325	multiplied by \$0.08 (Rate	per Line)=\$3,066	_
Plus Interest Income (pu	rsuant to NAC 7 0	07.040)	\$12	-
Total Remittance			\$ 3,078	-
Remittance Address:	Public Utilities ATTN: Fiscal 1150 E. Willia Carson City N	m Street		
Reporting Period		Remittance Due Date		
July I, 2002 - Septembe	er 30, 2002	October 31, 2002		
October 1,2002 - Dece	nber 31, 2002	January 31, 2003		
January 1, 2003 - March	131,2003	April 30,2003		
April 1, 2003 – June 30,	2003	July 31.2003		
Name and title of compa	any official respon	nsible for preparation of this	s report:	
Tony Schilens, Tax Dir	rector		Jones Ashilan	<u> </u>
Name and Title (print or	type)		Signature	
Name and title/affiliatio	n of non-compan	y person preparing this repo	rt (if applicable):	
Name and title/affiliation	n (print or type)		Signature	
^	*	1/1 down to Month	1 -	
Notary Public	Bam.	14 day of Novem	SANDI Commissi Notary Pu San D	RA BARNES sion # 1315613 sblic - California Hego County Expires Jul 29, 2005